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**LB 924**

Revision: 00

# FISCAL NOTE

## LEGISLATIVE FISCAL ANALYST ESTIMATE

### ESTIMATE OF FISCAL IMPACT – STATE AGENCIES \*

	FY 2004-05		FY 2005-06	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$215,132		\$70,132	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$215,132		\$70,132	

\*Does not include impact on political subdivisions. See narrative for political subdivision estimates.

LB 924 pertains to lien notations on motor vehicle titles. The bill provides for liens to be filed on motor vehicles prior to titling. The Department of Motor Vehicles (DMV) is to allow the filing of notation of lien forms in paper format, by facsimile or in any other electronic format approved by the department. These liens are to be filed with DMV rather than the county. An application for titling must be received within sixty days after the date of purchase or refinancing of a purchase in order to maintain the status of the lien.

DMV will have computer programming expenses to develop a lien database to house the data required to implement the bill. The county AS 400 computer system will need to be modified to allow counties access to liens filed with the department. An internet portal will have to be developed to allow lien information to be transmitted electronically to the department. DMV estimates one-time programming expenses of \$139,000 in 2004-05. An additional \$1,000 of cash fund expenditures is anticipated for the purchase of facsimile machine to receive notice of lien forms.

Currently lien notations are made by counties at the time of titling. In 2002, there were 227,055 lien notations on titles. The bill will shift a portion of the workload for the notation of liens to DMV. The department projects a need for 2.0 System Support Technicians to verify and enter lien notation information received via a paper format, facsimile or electronic transmission into the database as it is received and to provide assistance to form filers and counties. The estimated annual expense for these two positions and related operating costs is \$70,132. An additional \$5,000 of one-time expenditures will be made in 2004-05 for two computers for the technicians.

It is assumed that the \$7 fee for title notations will continue to be collected either by DMV or the counties at the time of titling, so the bill should have no fiscal impact in terms of revenue received by the General Fund, counties or DMV.